

Tax Increment Financing (TIF) Program

Description	FY 2003 Approved	FY 2004 Proposed	% Change
Operating Budget	\$0	\$15,000,000	-

The District will establish and implement the Tax Increment Financing Program (TIF) in FY 2004 to support Bill 14-913, the "Tax Increment Financing Reauthorization Act of 2002." A total of \$15 million is funded in FY 2004 to support these requirements. Although TIF is not a loan program, it does allow for District developers to help finance construction cost through the government selling bonds backed by the developer's future taxes. The District is authorized up to a maximum of \$300,000,000 in TIF bonds outstanding.

The Office of the Chief Financial Officer and the Office of the Deputy Mayor for Planning and Economic Development jointly administer the economic development tools of the TIF program. Current projects under TIF include: Gallery Place, Mandarin Oriental Hotel, International Spy Museum, and Tax Rates and Financing.

Gross Funds

The proposed budget is \$15,000,000. There are no FTEs associated with this agency.

General Fund

Local Funds. The proposed budget is \$15,000,000. There are no FTEs associated with this fund.

Did you know...

D.C. has \$128 million in three TIF projects worth a combined \$440 million.

TIF packages are approved by the D.C. Council.

Where the Money Comes From

Table TX0-1 shows the source(s) of funding for Tax Increment Financing (TIF) Program.

Table TX0-1

FY 2004 Proposed Operating Budget, by Revenue Type

(dollars in thousands)

	Actual FY 2001	Actual FY 2002	Approved FY 2003	Proposed FY 2004	Change From FY 2003	Percent Change
Local Fund	0	0	0	15,000	15,000	100.0
Total for General Fund	0	0	0	15,000	15,000	100.0
Gross Funds	0	0	0	15,000	15,000	100.0

How the Money is Allocated

Table TX0-2 shows the FY 2004 proposed budget for the agency at the Comptroller Source Group level (Object Class level).

Table TX0-2

FY 2004 Proposed Operating Budget, by Comptroller Source Group

(dollars in thousands)

	Actual FY 2001	Actual FY 2002	Approved FY 2003	Proposed FY 2004	Change from FY 2003	Percent Change
50 Subsidies and Transfers	0	0	0	15,000	15,000	100.0
Subtotal Nonpersonal Services (NPS)	0	0	0	15,000	15,000	100.0
Total Proposed Operating Budget	0	0	0	15,000	15,000	100.0